IN THE CLAIMS:

Please amend the claims in the application as follows:

1. (Currently Amended) A method for learning consumer behaviour behavior, said method comprising the steps of:

generating a hierarchical representation of relationships formed between a <u>an online</u> merchant and a plurality of <u>online</u> parties, said representation based on referrals to said merchant of certain of said parties by other of said parties;

obtaining data relating to online transactions between said parties and said merchant; processing said data; and

predicting consumer behaviour behavior of a target party based on selected data relating to at least one party on a lower level in said hierarchical representation than said target party, said selected data selected from said the processed data.

- 2. (Original)The method of claim 1, wherein said representation comprises a tree structure of hierarchically arranged nodes corresponding to said parties.
- 3. (Currently Amended) The method of claim 2, wherein each party represented by a child node in said tree structure was is referred to said merchant by the party represented by a respective parent node in said tree structure.
- 4. (Original) The method of claim 3, comprising the further step of providing compensation to each ancestor of a party that performs a transaction with said merchant.

- (Currently Amended) The method of claim 4, wherein said compensation comprises a 5. share of the profit generated by said transaction.
- (Currently Amended) The method of claim 1, wherein said selected data comprises data 6. relating to one or more of the group consisting of at least one of:

demographics of said at least one party; acquaintances of said at least one party; past transactions of said at least one party; and clickstream patterns of said at least one party.

(Currently Amended) The method of claim 1, wherein said online transactions comprise 7. redemption of a sales promotional tool selected from the group of sales promotional tools consisting of comprising any of:

discount coupons valid for all items offered by said merchant; discount coupons valid for a selected group of items offered by said merchant; discount coupons valid for a particular item offered by said merchant; gift certificates; and freebies.

(Currently Amended) The method of claim 1, wherein said processing step comprises 8. applying one or more techniques selected from the group of techniques consisting of at least one technique comprising any of:

correlation analysis; collaborative filtering; and associative learning.

(Currently Amended) The method of claim 1, comprising one or more further steps 9. selected from the group of steps consisting of any of:

determining pricing for items offered by said merchant; performing market segmentation of said parties; identifying preferences of said target party; identifying sales promotional tools relevant to said target party; performing marketing targeted at an identified market segment; performing marketing targeted at said target party; and maximising maximizing the potential success of a promotional tool.

- (Currently Amended) The method of claim 1, comprising the further step of incentivizing 10. providing incentives to said parties to form said relationships.
- (Currently Amended) A method for learning consumer behaviour behavior, said method 11. comprising the steps of:

offering a shared business opportunity with a an online merchant to selected online partics;

enabling parent parties that have accepted said shared business opportunity to offer a shared business opportunity to selected child parties;

compensating each ancestor of one of said selected child parties in response to an online transaction between said child party and said merchant; and

predicting consumer behaviour behaviour of a target party based on consumer behaviour behaviour of at least one descendant party of said target party.

- 12. (Currently Amended) The method of claim 11, further comprising the step of incentivizing providing incentive to said parties to accept said shared business opportunity.
- 13. (Currently Amended) A system for learning consumer behaviour behavior, said system comprising:

at least one communications interface operable for transmitting and receiving data;

a memory unit operable for storing data and instructions to be performed by a processing unit; and

a processing unit coupled to said at least one communications interface and said memory unit, said processing unit programmed to:

generate a hierarchical representation of relationships formed between an <u>online</u> merchant and a plurality of parties, said representation indicative of referrals to said merchant of certain of said parties by other of said parties;

obtain data relating to online transactions between said parties and said merchant; process said data; and

predict consumer behaviour behavior of a target party based on selected data relating to at least one party on a lower level in said hierarchical representation than said target party, said selected data selected from said the processed data.

- 14. (Original) The system of claim 13, wherein said representation comprises a tree structure of hierarchically arranged nodes corresponding to said parties.
- 15. (Currently Amended) The system of claim 14, wherein each party represented by a child node in said tree structure was is referred to said merchant by the party represented by a respective parent node in said tree structure.
- 16. (Original) The system of claim 15, wherein said processing unit is further programmed to determine a compensation for each ancestor of a party that performs a transaction with said merchant.
- 17. (Currently Amended) The system of claim 16, wherein said compensation comprises a share of the profit generated by said transaction.
- 18. (Currently Amended) The system of claim 13, wherein said selected data comprises data relating to at least one of:

demographics of said at least one party;
acquaintances of said at least one party;

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past transactions of said at least one party; and clickstream patterns of said at least one party.

(Currently Amended) The system of claim 13, wherein said online transactions comprise 19. redemption of a sales promotional tool selected from the group of sales promotional tools consisting of comprising any of:

discount coupons valid for all items offered by said merchant; discount coupons valid for a selected group of items offered by said merchant; discount coupons valid for a particular item offered by said merchant; gift certificates; and freebies.

(Currently Amended) The system of claim 13, wherein said processing unit is 20. programmed to process said data by applying one of more techniques selected from the group of techniques consisting of online transactions comprise redemption of a sales promotional tool selected from sales promotional tools comprising of:

correlation analysis; collaborative filtering; and associative learning.

(Currently Amended) The system of claim 13, wherein said processing unit is 21. programmed to execute one or more tasks of the group of tasks consisting of comprising any of:

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determine pricing for items offered by said merchant; perform market segmentation of said parties; identify preferences of said target party; identify sales promotional tools relevant to said target party; perform marketing targeted at an identified market segment; perform marketing targeted at said target party; and maximise maximize the potential success of a promotional tool.

- (Original) The system of claim 13, wherein said processing unit is further programmed to 22. offer an incentive to said parties to form said relationships.
- (Currently Amended) A system for learning consumer behaviour behavior, comprising: 23. at least one communications interface operable for transmitting and receiving data; a memory unit operable for storing data and instructions to be performed by a processing unit; and

a processing unit coupled to said at least one communications interface and said memory unit, said processing unit programmed to:

offer a shared business opportunity with a an online merchant to selected online parties; enable parent parties that have accepted said shared business opportunity to offer a shared business opportunity to selected child parties;

compensate each ancestor of one of said selected child parties in response to an online transaction between said child party and said merchant; and

predict consumer behaviour behavior of a target party based on consumer behaviour behavior of at least one descendant party of said target party.

- 24. (Original) The system of claim 23, wherein said processing unit is further programmed to offer an incentive to said parties to accept said shared business opportunity.
- 25. (Currently Amended) A computer program product comprising a computer readable medium comprising a computer program recorded therein for learning consumer behaviour behavior, said computer program product comprising:

computer program code means for generating a hierarchical representation of relationships formed between a <u>an online</u> merchant and a plurality of <u>online</u> parties, said representation based on referrals to said merchant of certain of said parties by other of said parties;

computer program code means for obtaining data relating to online transactions between said parties and said merchant;

computer program code means for processing said data; and

computer program code means for predicting consumer behaviour behavior of a target party based on selected data relating to at least one party on a lower level in said hierarchical representation than said target party, said selected data selected from said the processed data.

26. (Original) The computer program product of claim 25, wherein said representation comprises a tree structure of hierarchically arranged nodes corresponding to said parties.

- 27. (Currently Amended) The computer program product of claim 26, wherein each party represented by a child node in said tree structure was is referred to said merchant by the party represented by a respective parent node in said tree structure.
- 28. (Original) The computer program product of claim 27, further comprising computer program code means for determining compensation for each ancestor of a party that performs a transaction with said merchant.
- 29. (Currently Amended) The computer program product of claim 28, wherein said compensation comprises a share of the profit generated by said transaction.
- 30. (Currently Amended) The computer program product of claim 25, wherein said selected data comprises data relating to one or more of the group consisting of at least one of: demographics of said at least one party;

acquaintances of said at least one party; past transactions of said at least one party; and clickstream patterns of said at least one party.

31. (Currently Amended) The computer program product of claim 25, wherein said online transactions comprise redemption of a sales promotional tool selected from the group of sales promotional tools consisting of comprising one of:

discount coupons valid for all items offered by said merchant; discount coupons valid for a selected group of items offered by said merchant; discount coupons valid for a particular item offered by said merchant; gift certificates; and freebies.

(Currently Amended) The computer program product of claim 25, further comprising one 32. or more computer program code means selected from the group of computer program code means consisting of wherein said processing step comprises applying at least one technique comprising any of:

computer program code means for correlation analysis; computer program code means for collaborative filtering; and computer program code means for associative learning.

(Currently Amended) The computer program product of claim 25, further comprising one 33. or more computer program code means selected from the group of computer program code means consisting of comprising any of:

computer program code means for determining pricing for items offered by said merchant;

computer program code means for performing market segmentation of said parties; computer program code means for identifying preferences of said target party; computer program code means for identifying sales promotional tools relevant to said

target party;

computer program code means for performing marketing targeted at an identified market segment;

computer program code means for performing marketing targeted at said target party; and computer program code means for maximising maximizing the potential success of a promotional tool.

- 34. (Currently Amended) The computer program product of claim 25, further comprising computer program code means for incentivizing providing incentives to said parties to form said relationships.
- 35. (Currently Amended) A computer program product comprising a computer readable medium comprising a computer program recorded therein for learning consumer behaviour behavior, said computer program product comprising:

computer program code means for offering a shared business opportunity with an <u>online</u> merchant to selected <u>online</u> parties;

computer program code means for enabling parent parties that have accepted said shared business opportunity to offer a shared business opportunity to selected child parties;

computer program code means for compensating each ancestor of one of said selected child parties in response to an online transaction between said child party and said merchant; and computer program code means for predicting consumer behaviour behaviour of a target party based on consumer behaviour behaviour behaviour of at least one descendant party of said target party.

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36. (Currently Amended) The computer program product of claim 35, further comprising computer program code means for incentivizing providing incentives to said parties to accept said shared business opportunity.